

**LEGISLATIVE SERVICES AGENCY  
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

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**FISCAL IMPACT STATEMENT**

**LS 7445**

**BILL NUMBER:** HB 1809

**NOTE PREPARED:** Jan 11, 2003

**BILL AMENDED:**

**SUBJECT:** Revisions to Hoosier RX Program.

**FIRST AUTHOR:** Rep. Becker

**FIRST SPONSOR:**

**BILL STATUS:** As Introduced

**FUNDS AFFECTED:** X GENERAL  
X DEDICATED  
FEDERAL

**IMPACT:** State

**Summary of Legislation:** This bill requires the Secretary of the Office of Family and Social Services to use money in the Indiana Prescription Drug Account only for the prescription drug program. The bill automatically allots the money for use in the prescription drug program.

**Effective Date:** Upon passage.

**Explanation of State Expenditures:** This bill automatically allots Tobacco Master Settlement Agreement Funds appropriated to the Indiana Prescription Drug Account to the Account and requires the Secretary of Family and Social Services to administer the Account. Funds in the Indiana Prescription Drug Account may not be transferred or withheld from the Account by the Family and Social Services Administration, the State Budget Agency, or the State Board of Finance. The bill also allows a citizen to bring an action against a state agency or an officer of the state for failing to follow the procedures for the expenditure of funds in the Indiana Prescription Drug Account.

***Background:*** Tobacco Master Settlement Agreement Fund appropriations, expenditures, and transfers for the Prescription Drug Program, known as Hoosier Rx, are shown in the table below.

Year	Appropriation	Expenditures	Transferred to GF
FY 2001	\$20 M	1,566,947	0
FY 2002	\$10 M	6,719,003	\$5.3 M
FY 2003	\$20 M	\$14 M (Estimated)	--

The FY 2003 expenditure of \$14 M is a State Budget Agency estimate. It is not known at this time if the Prescription Drug Account will be subject to further transfers to the General Fund by Board of Finance action.

**Explanation of State Revenues:**

**Explanation of Local Expenditures:**

**Explanation of Local Revenues:**

**State Agencies Affected:** Family and Social Services Administration, the State Budget Agency, Auditor of State, State Board of Finance.

**Local Agencies Affected:**

**Information Sources:** Auditor of State, Journal Voucher 708, dated 5/24/02.

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